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CHIEF CLERK'S OFFICE

Illinois Commerce Commission

On Its Own Motion

Requirements governing the form and content of contract summaries for the neutral fact-finder process for 2000 under Section 16-112(c) of the Public Utilities Act

Docket No. 00-0007

REPLY BRIEF ON EXCEPTIONS OF ILLINOIS POWER COMPANY

Joseph L. Lakshmanan, Esq. Illinois Power Company 500 South 27th Street Decatur, IL 62521-2200 (217) 362-7449 (217) 362-7458 (facsimile)

Dated: April 13, 2000

STATE OF ILLINOIS

ILLINOIS COMMERCE COMMISSION

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REPLY BRIEF ON EXCEPTIONS OF ILLINOIS POWER COMPANY

Pursuant to § 200.800 of the Commission's Rules of Practice and the schedule set forth by the Hearing Examiner in the above-referenced docket, Illinois Power Company ("IP") hereby submits its reply to certain briefs on exceptions. IP will focus its reply on issues raised by the Illinois Industrial Energy Consumers ("IIEC") and NewEnergy Midwest, L.L.C. ("NewEnergy").¹

In its exceptions, the IIEC continues to argue for a novel method for unbundling retail contracts. IIEC BOE at 3-5. Both the HEPO and the IIEC's BOE only cite to the arguments against this position submitted by the Staff and Commonwealth Edison. The reasons supplied by those parties are persuasive and should suffice as a basis to continue to reject the IIEC's position.

However, in its Reply Brief, IP also provided additional reasons for rejecting the IIEC's position. IP Reply Br. at 2, n.2. In particular, IP noted that the IIEC's proposal was presented for the first time in this proceeding in its Initial Brief. Because it was made after the close of the record, this new proposal should be rejected as procedurally improper. In any event, it must be rejected as inconsistent with the law. The IIEC proposes that the Commission mandate calculating

Failure to address other points raised by these or other parties does not necessarily mean that IP agrees with those points.

TCs "on the basis of the contract in effect in the year preceding the date of the customer's eligibility for delivery service," regardless of whether the contract rate is even applicable. IIEC Br. at 8. Section 16-102 of the PUA, however, specifically provides that contract rates are only to be used "to the extent applicable." Furthermore, Section 16-112(c) refers to the transition charges "applicable to delivery services customers in a utility's service area." Thus, any instructions must comport with each individual utility's TC tariff. Yet, the IIEC provides no demonstration that its new instruction is consistent with each utility's TC tariffs. Indeed, in its BOE, the IIEC strives to distinguish among various utility's tariffs on this very point.² Thus, the Commission should reject the IIEC's attempt to impose an unbundling method that is contrary to the statute and the TC tariffs approved by this Commission.

NewEnergy's exceptions amply demonstrate the old saw that there is nothing new under the sun. NewEnergy merely re-hashes the same arguments and tired testimony it presented before. These positions were properly rejected in the HEPO based on sound arguments submitted by many parties including the ICC Staff and IP and should be rejected again at this stage.

IP is concerned that the IIEC chose to cast aspersions upon the legality of IP's Rider TC in a footnote in its BOE. IIEC BOE at 3, n.1. IP believes that Rider TC, which was approved by this Commission, is consistent with the dictates of the PUA, but, to the extent the IIEC has any doubts on this point, IP offers to discuss the matter with them in an appropriate forum.

WHEREFORE, Illinois Power Company requests that the Commission:

- (1) reject the exceptions to the HEPO presented by the IIEC and NewEnergy; and
- (2) adopt the exceptions set forth in IP's Brief on Exceptions.

Respectfully submitted,

Joseph L. Lakshmanan, Esq.

Illinois Power Company 500 South 27th Street

Decatur, IL 62521-2200

(217) 362-7449

(217) 362-7458 (facsimile)

Dated: April 13, 2000

CERTIFICATE OF SERVICE

I, Joseph L. Lakshmanan, certify that on the 13th day of April, 2000, I served a copy of Illinois Power's Reply Brief on Exceptions by electronic mail and first class mail, from Decatur, Illinois, fees prepaid to the individuals on the service list attached.

Joseph L. Lakshmanan, Esq.

Steven Revethis Illinois Commerce Commission 160 North LaSalle Street, Suite C-800

Chicago, Illinois 60601 Phone: (312) 793-2877 Fax: (312) 793-1556

E-mail: srevethi@icc.state.il.us

Bruce Larson Illinois Commerce Commission 527 East Capitol Avenue Springfield, Illinois 62701

Phone: 524-0722 Fax: 524-5516

E-mail: blarson@icc.state.il.us

Robert Mill AmerenCIPS 607 East Adams Street Springfield, Illinois 62739

Phone: 525-5304 Fax: 525-5355

E-mail: bob mill@ameren.com

John Feeley Illinois Commerce Commission 160 North LaSalle Street, Suite C-800 Chicago, Illinois 60601

Phone: (312) 793-2877 Fax: (312) 793-1556

E-mail: jfeeley@icc.state.il.us

Eric Schlaf Illinois Commerce Commission 527 East Capitol Avenue Springfield, Illinois 62701

Phone: 782-2743 Fax: 524-0622

E-mail: eschlaf@icc.state.il.us

Carl Peterson

Illinois Commerce Commission 160 North LaSalle Street, Suite C-800

Chicago, Illinois 60601 Phone: (312) 814-6072 Fax: (312) 814-1818

E-mail: cpeterso@icc.state.il.us

Christopher Flynn Karl B. Anderson Jones Day Reavis & Pogue 77 West Wacker Drive Chicago, Illinois 60601 Phone: (312) 782-3939

Fax: (312) 782-8585

E-mail: cflynn@jonesday.com kbanderson@jonesday.com

Robert P. Jared, Senior Attorney MidAmerican Energy Company 106 East Second Street, P.O. Box 4350 Davenport, Iowa 52808

Phone: (319) 333-8005 Fax: (319) 333-8021

E-mail: rpjared@midamerican.com

Robert Bishop Illinois Commerce Commission 527 East Capitol Avenue Springfield, Illinois 62701

Phone: 782-7281 Fax: 785-5431

E-mail: rbishop@icc.state.il.us

Patrick Foster Illinois Commerce Commission 527 East Capitol Avenue Springfield, Illinois 62701

Phone: 785-8439 Fax: 524-8928

E-mail: pfoster@icc.state.il.us

Leijuana Doss
Marie Spicuzza
Assistant State's Attorneys
Environment and Energy Division
69 West Washington, Suite 700
Chicago, Illinois 60602
Phone: (312) 603 8600

Phone: (312) 603-8600 Fax: (312) 603-9835

E-mail: saopib@wwa.com

James Ilinchliff, Gerard T. Fox, Mary Klyasheff & Timothy P. Walsh Peoples Energy Services Corporation 130 East Randolph Drive Chicago, Illinois 60601 Phone: (312) 240-4341 Fax: (312) 240-4486

E-mail: j.hinchliff@pecorp.com g.fox@pecorp.com m.klyasheff@pecorp.com

t.walsh@pecorp.com

Stephen Mattson Joseph Weber Mayor, Brown & Platt 190 South LaSalle Street Chicago, Illinois 60603 Phone: (312) 782-0600

Fax: (312) 701-7711

E-mail: smattson@mayerbrown.com jweber@mayerbrown.com

Eric Robertson Lueders Robertson & Konzen 1939 Delmar Avenue Granite City, Illinois 62040 Phone: (618) 876-8500

Fax: (618) 876-4534

E-mail: erobertson@lrklaw.com

Edward J. Griffin W. Michael Seidel Defrees & Fiske 200 South Michigan Avenue, Suite 1100 Chicago, Illinois 60604

Phone: (312) 372-4000 Fax: (312) 939-5617

E-mail: EGRIFFIN@DEFREES.COM WMSEIDEL@DEFREES.COM

Susan M. Landwehr Enron Energy Services, Inc. 900 Second Avenue South, Suite 890 Minneapolis, Minnesota 55402 Phone: (612) 339-4599

Fax: (612) 339-4392

E-mail: susan_m_landwehr@enron.com

Kent M. Ragsdale Alliant Energy Corporation 200 First Street, Southeast, 12th Floor Cedar Rapids, Iowa 52401-0351

Phone: (319) 398-7765 Fax: (319) 398-4533

E-mail: kentragsdale@alliant-energy.com

James Stamos Stamos & Trucco 10 North Dearborn, 5th Floor Chicago, Illinois 60602 Phone: (312) 630-7979

Fax: (312) 630-1183

E-mail: jstamos@stamostrucco.com

Christopher Townsend

David Fein

Karen Way

Piper Marbury Rudnick & Wolfe 203 North LaSalle Street, Suite 1800

Chicago, Illinois 60601 Phone: (312) 368-4000 Fax: (312) 236-7516

E-mail: christopher.townsend @piperrudnick.com

david.fein@piperrudnick.com karen.way@piperrudnick.com

Michael A. Munson

Law Office of Michael A. Munson 150 North Michigan Avenue, Suite 1405

Chicago, Illinois 60601 Phone: (312) 819-2227 Fax: (312) 960-9520

E-mail: Michael@Munson.com

Susan L.Z. Bryant Unicom Energy

2315 Enterprise Drive

Westchester, Illinois 60154

Phone: (708) 236-8000 Fax: (708) 236-7903

E-mail: Susan.Bryant@ucm.com

Dennis F. Kelter

Commonwealth Edison Company

10 South Dearborn Chicago, Illinois 60603 Phone: (312) 394-7298 Fax: (312) 394-8799

E-mail: Dennis.F.Kelter@ucm.com

Koby Bailey

Director of Regulatory Affairs

Nicor, Inc.

1844 Ferry Road

Naperville, Illinois 60563

Phone: (630) 983-8676 ext. 3527

Fax: (630) 548-3574

E-mail: kbailey@nicorinc.com

Philip R. O'Connor, Tom Brumschreiber

& Ken Walsh

NewEnergy Midwest, L.L.C.

29 South LaSalle Street, Suite 900

Chicago, Illinois 60603 Phone: (312) 704-9200

Fax: (312) 704-9204

E-mail: poconnor@newenergy.com

tbrumschreiber@newenergy.com

kwalsh@newenergy.com

Julie Voeck

Director, Energy Marketing

Blackhawk Energy Services, L.L.C.

N16 W23217 Stone Ridge Drive, Suite 100

Waukesha, Wisconsin 53188

Phone: (262) 506-6600

Fax: (262) 506-6611

E-mail: jvoeck@kaztex.com

William P. McNeil

Commonwealth Edison Company

10 South Dearborn, 34FN

Chicago, Illinois 60603 Phone: (312) 394-7282

Fax: (312) 394-8799

E-mail: William.P.McNeil@ucm.com

Sarah J. Read & Mitchel A. Mick

Sidley & Austin

10 South Dearborn Street

Chicago, Illinois 60603

Phone: (312) 853-7000

Fax: (312) 853-7036

E-mail: sread@sidley.com

mmick@sidley.com

Joseph H. Raybuck

Ameren Services Company

1901 Chouteau Avenue

St. Louis, Missouri 63103-3085

Phone: (314) 554-2976

Fax: (314) 554-4014

E-mail: jraybuck@ameren.com

David E. Nichols Commonwealth Edison Company 10 South Dearborn Chicago, Illinois 60603 Phone: (312) 394-3742

Fax: (312) 394-7262

E-mail: David.E.Nichols@ucm.com

Robert K. McDonald Commonwealth Edison Company 10 South Dearborn Chicago, Illinois 60603 Phone: (312) 394-4955

Fax: (312) 394-2867

E-mail: Robert.K.McDonald@ucm.com

Eric Bramlet
Koger & Bramlet, P.C.
316 ½ Market Street, P. O. Box 278
Mt. Carmel, Illinois 62863

Phone: (618) 263-3502 Fax: (618) 263-3504

E-mail: kblaw@midwest.net

Edward C. Fitzhenry Lueders, Robertson & Konzen 1939 Delmar Ave., P. O. Box 735 Granite City, Illinois 62040 Phone: (618) 876-8500

Fax: (618) 876-4534

E-mail: efitzhenry@lrklaw.com

Alan H. Neff
Assistant Corporation Counsel
Public Utilities Division
300 North LaSalle Street, Suite 900
Chicago, Illinois 60602-2580

Phone: (312) 744-9010 Fax: (312) 744-6798 E-mail: aneff@ci.chi.il.us Larry F. Leonard Commonwealth Edison Company Wholesale Marketing Department One Financial Place 440 South LaSalle Chicago, Illinois 60605 Phone: (312) 394-2170

Fax: (312) 394-7571

E-mail: Larry.F.Leonard@ucm.com

David F. Geraghty
Commonwealth Edison Company
10 South Dearborn
Chicago, Illinois 60603
Phone: (312) 394-7207
Fax: (312) 394-8799

E-mail: David.F.Geraghty@ucm.com

E. Glenn Rippie Commonwealth Edison Company 125 South Clark Street, Suite 1535 Chicago, Illinois 60603

Phone: (312) 394-4200 Fax: (312) 394-3950

E-mail: E.Glenn.Rippie@ucm.com

Hearing Examiner John Albers Illinois Commerce Commission 527 E. Capitol Λve. Springfield, IL 62701 Phone: 782-4854

Phone: 782-4854 Fax: 524-8928

E-mail: jalbers@icc.state.il.us